

## SCHEDULE 1

### RESTATING AND PRO FORMA ADJUSTMENTS

<u>Restating Adjustment</u>	<u>Amount</u>
Remove loan	[\$2,000.00]

#### Pro Forma Adjustments

Catch up salary increase (increase per books salary, pension and benefits and payroll tax by 10%)

	<u>Amount</u>
Salary Employees	$\$52,474 \times .10 = \$5,247$
Salary Officers	$\$18,400 \times .10 = \$1,840$
Employee Pension/Benefit	$\$15,860 \times .10 = \$1,586$
Payroll Tax	$\$18,846 \times .10 = \$1,885$
Utilities (Power Increase)	$\$9,957 \times .085 = \$846$
Transportation Expense	$15,000 \text{ miles} \times .50 = \$7,500^*$
Rate Case Expense	$\$9,000 \text{ amortized over 3 years} = \$3,000$
Property Tax	Assessed increase \$19,869

\*Company has never charged mileage in the past. Estimate is based upon expected mileage for calendar year 2010.